

**No. R-11016/2/2020-I&P -Part(7)/86526**  
**Government of India**  
**Ministry of Agriculture & Farmers Welfare**  
**Department of Agriculture, Cooperation & Farmers Welfare**

Krishi Bhawan, New Delhi  
Dated the 25<sup>th</sup> September, 2020;

To,

Chief Secretaries of all States/UTs

Subject:- Clarification regarding payment of Credit Guarantee Fee for loan sanctioned under Agriculture Infrastructure Fund.

Sir,

I am directed to refer to subject cited above and to say that as per scheme guidelines of Agriculture Infrastructure Fund, Credit Guarantee Coverage will be available for eligible borrowers under Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE) for a loan up to Rs. 2 Crore. The fee for this coverage will be paid by the Government.

2 Clarifications have been sought by Lending Institutions, with regard to payment of Credit Guarantee Fee. In this regard, it is clarified that based on discussion held with CEO of CGTMSE, it has been decided that bank will pay credit guarantee fee to CGTMSE trust for the loan sanctioned under Agriculture Infrastructure Fund and Government of India will reimburse the credit guarantee fee to the respective Bank/Financial Institution through PFMS.

Yours faithfully,



(K.R. Meena)  
Director (CPC)  
Tel.23386224

**Distribution :-**

1. Secretary, Department of Expenditure, North Block, New Delhi
2. Secretary, Department of Financial Services, Jeevandeep Building, New Delhi.
3. Secretary, Department of Economic Affairs, North Block, New Delhi
4. Secretary, Ministry of Micro, Small and Medium Enterprises, Udyog Bhawan, New Delhi.
5. CEO, CGTMSE, 7th Floor, SIDBI, Swavalamban Bhavan, C-11, G-Block, BKC, Bandra (East), Mumbai - 400 051

6. Secretary, Ministry of Food Processing Industries, Sri Fort Village, August Kranti Marg, New Delhi.
7. Secretary, Ministry of Rural Development, Krishi Bhawan, New Delhi
8. PAMD, Niti Aayog, Yojana Bhawan, New Delhi
9. Principal Secretary Agriculture of all States/UTs
10. Principal Secretary Cooperation of all States / UTs
11. Registrar Cooperative Societies of all States / UTs
12. Reserve Bank of India
13. All Scheduled Commercial Banks
14. All State Cooperatives Banks
15. All District Cooperative Banks
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